

M/043/004

DATE _____
TIME _____
OPERATOR _____THE LAW OFFICES OF
VAN COTT, BAGLEY, CORNWALL & MCCARTHY50 S. Main Street
Suite 1600
Salt Lake City, UT 84145
Telephone 801-532-3333
Facsimile 801-534-0058

To	Company	Telecopy No.	Confirmation No.
Mary Ann Wright	Utah Division of Oil, Gas and Mining	(801) 359-3940	

From: H. Michael Keller Phone: (801) 237-0287

Comments:

Total Pages (including this page) 2
ORIGINAL WILL NOT FOLLOWDate August 5, 2002Client Utelite Corporation

Client/Matter Nos. _____

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DIVISION OF
OIL, GAS AND MINING

m/043/004

LAW OFFICES OF
VAN COTT, BAGLEY, CORNWALL & MCCARTHY
A PROFESSIONAL CORPORATION
ESTABLISHED 1974

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BENNETT, HARKNESS & KIRKPATRICK
1974-1990
BENNETT, MARSHALL & BRADLEY
1990-1998
BENNETT, HARKNESS, HOWAT
SUTHERLAND & VAN COTT
1998-1999
SUTHERLAND, VAN COTT & ALLISON
1992-1997
VAN COTT, ALLISON & RITER
1997-1997
VAN COTT, RITER & FARNSWORTH
1997-1997
H. MICHAEL KELLER

August 5, 2002

Mary Ann Wright
Associate Director, Mining
Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

*Via Facsimile Transmission
and Original Sent by U.S. Mail*
(801-359-3940)

Re: Utelite Corporation, Utelite Mine, M/043/004, Summit County, Utah

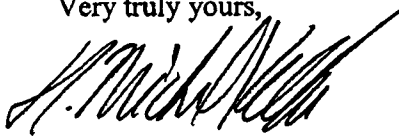
Dear Mary Ann:

We are writing on behalf of our client Utelite Corporation in response to your letter of July 19, 2002. We would like to meet with you and your staff at your earliest convenience to discuss the matters raised in your letter concerning Utelite Corporation's Annual Financial Statements and the status of the Self-bonding and Indemnity Agreement dated January 25, 1990.

We believe the issues raised in your letter can be addressed within the framework of the existing agreement. Utelite's financial condition is stronger than it was in 1988. For example, the net worth of Utelite Corporation at December 31, 2001 was over 20 percent higher than its net worth at December 31, 1988.

Please let us know when we can meet with you at your earliest convenience to discuss these issues more fully.

Very truly yours,



H. Michael Keller

dp
cc: Carsten Mortensen
Lynn M. Carlson, CPA

